



NEWS RELEASE

FOR IMMEDIATE RELEASE

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FDIC APPROVES DEPOSIT ASSUMPTION OF ENTERPRISE BANK OF FLORIDA, MIAMI LAKES, FLORIDA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and other liabilities of Enterprise Bank of Florida, Miami Lakes, Florida, by Eastern National Bank, Hialeah, Florida.

The failed bank's two offices will reopen on Monday, March 20, 1989, as branches of Eastern National Bank and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Enterprise Bank of Florida, with total assets of about \$28.0 million, was closed on Friday, March 17, 1989, by Gerald Lewis, Florida State Comptroller, and the FDIC was named receiver.

Eastern National Bank will assume about \$25.7 million in 2,000 deposit accounts and will pay the FDIC a purchase premium of \$425,000. It also will purchase approximately \$18.4 million of the failed bank's loans and other assets, including \$1.7 million of the bank's small loans.

To facilitate the transaction the FDIC will advance \$9.1 million to the assuming bank and will retain assets of the failed bank with a book value of \$9.6 million.

The Board of Directors approved the deposit assumption under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the FDIC.

The FDIC will recover a portion of its outlay through the liquidation of assets not transferred to the assuming bank. In this respect, the FDIC notes that its claim will have priority over the claims of shareholders of the closed bank.

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